Lt. Governor

Director

INFORMATIONAL LETTER NO.1758-MC-FFS

Governor

DATE: February 1, 2017

TO: Iowa Medicaid Hospitals (excluding Indian Health Service Providers)

APPLIES TO: Managed Care, Fee-for-Service

FROM: Iowa Department of Human Services (DHS), Iowa Medicaid Enterprise (IME)

RE: Reimbursement of Emergency Room (ER) Visits – CLARIFICATION

EFFECTIVE: April 1, 2016

This Informational Letter (IL) is to provide additional clarification and guidance for <u>IL 1753-MC-FFS</u>¹ issued on December 23, 2016. This IL indicated that triage/assessment CPT codes for use by hospitals in the emergency room were 99211 and 99218. That was incorrect. The only allowable triage/assessment CPT code is 99211. CPT code 99218 is not used for billing triage/assessment services.

The non-emergent ER services reimbursement methodology applies to services provided by critical access hospitals (CAHs). CAHs are reimbursed for outpatient claim service lines using the cost-charge percentage methodology. That percentage is applied to all line items, except for CPT code 99211. Example:

Line #	Revenue Code	Procedure Code	Modifier	Covered Charges	Cost-to- Charge Percentage	Allowed Amount
1	270			\$ 20.00	40.00%	\$ 8.00
2	320	73080	RT	\$120.00	40.00%	\$ 48.00
3	320	73090	RT	\$ 95.00	40.00%	\$ 38.00
4	450	99211		\$ 12.00	40.00%	\$ 4.80
5	450	99283	25	\$300.00	40.00%	\$120.00
Total Allowed Amount						\$218.80
Less: Allowed Amount for Code 99211						\$ (4.80)
Amount Subject to Non-Emergent ER Reduction						\$214.00
Non-Emergent ER Claim Reduction Percentage						50.00%
Subtotal-Adjusted Allowed Amount						\$107.00
Add: Allowed Amount for Code 99211						\$ 4.80
Total-Adjusted Allowed Amount						\$111.80

If you have any questions, please contact the IME Provider Services Unit at 1-800-338-7909, or by email at imeproviderservices@dhs.state.ia.us.

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https://dhs.iowa.gov/sites/default/files/1753-MC-FFS EmergencyRoomVisits-Reimbursement.pdf All Informational Letters are sent to the Managed Care Organizations Iowa Medicaid Enterprise – 100 Army Post Road - Des Moines, IA 50315